

Table of Contents ¹

¹ Table of contents introduced for ease of navigation on the web.

Budget Recommendation Summary

Maintenance Level

Decision Packages

- M2-9T Transfers
- M2-XJ Increase Authority - Local
- M2-XQ Federal Funds - Increased Authority
- M2-XU Transfer - DSHS/HCA FTEs

Policy Level

Decision Packages

- PL-XD Federal Sequester

Recommendation Summary

Version: G3 - 070 - 2011-13 Final 2013 Sup

Budget Period: 2011-13
Budget Level Criteria: ALL

Dollars in Thousands	Agency Priority	Annual Avg FTEs	General Fund State	Other Funds	Total Funds
M2 - Inflation and Other Rate Changes					
9T Transfers	0	0.0	(21)	(6)	(27)
XJ Increase Authority - Local	0	0.0	0	5,524	5,524
XQ Federal Funds - Increased Authority	0	0.5	0	1,000	1,000
XU Transfer - DSHS/HCA FTEs	0	(2.0)	(178)	(178)	(356)
	SubTotal M2	(1.5)	(199)	6,340	6,141
	Cumulative Total Thru M2	(1.5)	(199)	6,340	6,141
PL - Performance Level					
XD Federal Sequester	0	0.0	0	0	0
	SubTotal PL	0.0	0	0	0
	Cumulative Total Thru PL	(1.5)	(199)	6,340	6,141
Total Proposed Budget		(1.5)	(199)	6,340	6,141

Recommendation Summary Text

9T - Transfers

Program: 070

(M2) The Department of Social and Health Services (DSHS) requests the shift of FTEs and funding among programs in the 2013 Supplemental Budget. This transfer will align FTEs and funds with the programs where the costs are incurred. The DSHS programs combined total equals a net zero impact cost.

XD - Federal Sequester

Program: 070

(PL) The Department of Social and Health Services (DSHS) requests an increase to GF-State funds and a corresponding decrease in GF-Federal appropriation in anticipation of across-the-board reductions (sequestration) to certain federal awards scheduled to take effect on January 2, 2013.

XJ - Increase Authority - Local

Program: 070

(M2) The Department of Social and Health Services (DSHS), Division of Behavioral Health and Recovery (DBHR), Alcohol and Substance Abuse (ASA), requests \$5,524,000 Total Funds in the 2013 Supplemental Budget due to increased treatment need for persons residing on tribal lands that are non-natives and persons needing Opiate Substitution Treatment through the Pierce County Public Health Department.

XQ - Federal Funds - Increased Authority

Program: 070

(M2) The Department of Social and Health Services (DSHS), Aging and Disability Services Administration (ADSA), Division of Behavioral Health and Recovery (DBHR), requests 1 FTE and \$1,000,000 GF-Federal Authority in the 2013 Supplemental Budget for a federal grant award.

XU - Transfer - DSHS/HCA FTEs

Program: 070

(M2) The Department of Social and Health Services (DSHS) requests a transfer of (7.0) FTEs and (\$754,000) Total Funds, (\$399,000) GF-State, from DSHS to the Health Care Authority (HCA). This would move the remaining FTEs and dollars between DSHS and HCA to complete the Memorandum of Understanding (MOU) between the Medicaid Purchasing Administration (MPA), now HCA and DSHS.

Department of Social and Health Services

DP Code/Title: M2-9T Transfers

Program Level - 070 Div of Alc/Substnce Abuse

Budget Period: 2011-13 Version: G3 070 - 2011-13 Final 2013 Sup

Recommendation Summary Text:

The Department of Social and Health Services (DSHS) requests the shift of FTEs and funding among programs in the 2013 Supplemental Budget. This transfer will align FTEs and funds with the programs where the costs are incurred. The DSHS programs combined total equals a net zero impact cost.

Fiscal Detail:

Operating Expenditures

	<u>FY 1</u>	<u>FY 2</u>	<u>Total</u>
Overall Funding			
001-1 General Fund - Basic Account-State	0	(21,000)	(21,000)
001-C General Fund - Basic Account-Medicaid Federal	0	(6,000)	(6,000)
Total Cost	0	(27,000)	(27,000)

Staffing

Package Description:

DSHS requests internal transfer among several program budgets resulting in a net zero funding change for the department. This aligns program appropriations with planned expenditures for the current budget. DSHS requests the following adjustments:

Information System Services Division (ISSD) Compensation Adjustment-

(Program 110 to Programs 010, 020, 030, 040, 050, 060, 070, 100, and 135):

Program 110 - Administration and Supporting Services (Administration) will transfer compensation adjustments for staff in program 150 or ISSD to other DSHS programs. ISSD is a \$0 budget and chargeback program where funding resides in the program's TZ budget. Administration will transfer \$130,000 GF-State in reductions to the other programs. The transfer will realign the funding with the correct DSHS programs to be charged by ISSD.

Central Service Reforms Savings Redistribution-

(Program 145 to Programs 010, 020, 030, 040, 050, 060, 070, 100, 110, 135, and 150):

Program 145 - Payments to Other Agencies (PTOA) received a budget reduction from the 2012 Supplemental Budget reducing costs related to cell phones, mailing, printing, and information technology. These costs are not paid by PTOA, but are paid by the other programs. PTOA will transfer \$3,641,000 Total Funds, \$2,781,000 GF-State, in reductions to the programs. This transfer will reduce funding in the programs where cost savings are incurred.

Internal Auditor and Cell Phone Funding-

(Programs 010, 020, 030, 040, 050, 060, 070, 100, 110, and 135):

Internal funding related to auditing and monitoring the effective use of cell phones is created. The funding will monitor cell phone usage and payments and develop a department wide policy for effective use of cell phones. Programs will transfer \$151,000 Total Funds, \$76,000 GF-State, to Administration.

Human Resource Consolidation-

(Programs 010, 020, 030, 040, 050, 060, 070, 100, and 150 to 110):

The Human Resources Division (HRD) within Administration has undergone reorganization. All human resources staff in the field now report to HRD, but are funded by the various programs. This consolidation will move the budget for all human resources staff to HRD. The LEAP Committee provisionally approved this consolidation in June 2012, pending the receipt and verification of recast historical data. Programs will transfer 71.5 FTEs and \$4,647,000 Total Funds, \$2,458,000 GF-State, to Administration.

Evidence-Based Funding Transfer-

(Program 110 to Programs 010 and 030):

Department of Social and Health Services

DP Code/Title: M2-9T Transfers

Program Level - 070 Div of Alc/Substnce Abuse

Budget Period: 2011-13 Version: G3 070 - 2011-13 Final 2013 Sup

Funding from the 2012 Supplemental Budget - 2nd Special Session was provided for the implementation of E2SHB 2536 - Children Services Delivery with coordination between Children's Administration and Mental Health. The funding is intended for programs 010 and 030. Administration will transfer 2.0 FTEs and \$218,000 Total Funds, \$113,000 GF-State, to Children's and Mental Health.

Special Commitment Center (SCC) and Consolidated Field Services (CFS) FTE Transfer-
(Program 135 - SCC to Program 160 - CFS):

SCC received FTEs and funding for the maintenance operations of McNeil Island and received a reduction in resident's legal defense costs and related FTEs. Costs for these services are in SCC, but FTEs are in CFS. SCC will transfer 3.7 FTEs to CFS (6.7 FTEs provided for maintenance operations and 3.0 FTEs reduced for legal costs).

Cost Allocation Funding Adjustment-
(Program 110 and Program 145)

Actual earnings for Title 19 between Administration and PTOA need to be adjusted. Administration is earning more federal than state and the opposite is true in PTOA. Administration will transfer \$500,000 GF-State to PTOA and PTOA will transfer \$500,000 GF-Federal to Administration. The net effect is zero.

Fair Hearing Coordinator-
(Program 050 to Program 040)

Program 050 was provided 3.0 FTEs for the Fair Hearing Coordinator positions to implement I-1163. However, these positions should be in Program 040. Program 050 transfers 3.0 FTEs to Program 040.

These transfers will realign FTEs and funding with the DSHS programs to be charged.

Agency contact: Tula Habb (360) 902-8182

Narrative Justification and Impact Statement

What specific performance outcomes does the agency expect?

Costs are reflected in appropriate DSHS programs and the department maintains an effective administrative operation.

Performance Measure Detail

Agency Level

Is this decision package essential to implement a strategy identified in the agency's strategic plan?

This request supports the following goals identified in the DSHS 2011-2013 Strategic Plan:

--Goal 5 Increase public trust through strong management practices that ensure quality and leverage all resources

Does this decision package provide essential support to one of the Governor's priorities?

This package supports the Governor's priority of holding government accountable by focusing on performance and investing our resources to get the greatest possible return.

Does this decision package make key contributions to statewide results? Would it rate as a high priority in the Priorities of Government process?

This decision package rates as a high priority in the Priorities of Government (POG) process for the 2011-13 Budget development under the strategy:

Department of Social and Health Services

DP Code/Title: M2-9T Transfers

Program Level - 070 Div of Alc/Substnce Abuse

Budget Period: 2011-13 Version: G3 070 - 2011-13 Final 2013 Sup

State government must achieve results through efficient and effective performance.

--Ensure efficiency, performance, and accountability to the public

What are the other important connections or impacts related to this proposal?

None

What alternatives were explored by the agency, and why was this alternative chosen?

None

What are the consequences of not funding this package?

If the funding authority is not transferred between programs, then DSHS would be required to develop internal mechanisms to track and transfer costs resulting in reduced efficiency.

What is the relationship, if any, to the state's capital budget?

None

What changes would be required to existing statutes, rules, or contracts, in order to implement the change?

None

Expenditure and revenue calculations and assumptions

See attachment: AW M2-9T Transfers.xlsx.

Which costs and functions are one-time? Which are ongoing? What are the budget impacts in future biennia?

The transfer is one-time in Fiscal Year 2013. Some items are ongoing, but have been included in the 2013-15 Biennial Budget.

<u>Object Detail</u>	<u>FY 1</u>	<u>FY 2</u>	<u>Total</u>
Overall Funding			
E Goods And Services	0	(27,000)	(27,000)

Department of Social and Health Services

DP Code/Title: M2-9T Transfers

Program Level - 070 Div of Alc/Substnce Abuse

Budget Period: 2011-13 Version: G3 070 - 2011-13 Final 2013 Sup

DSHS Source Code Detail

Overall Funding		<u>FY 1</u>	<u>FY 2</u>	<u>Total</u>
Fund 001-1, General Fund - Basic Account-State				
<u>Sources</u>	<u>Title</u>			
0011	General Fund State	0	(21,000)	(21,000)
<i>Total for Fund 001-1</i>		<u>0</u>	<u>(21,000)</u>	<u>(21,000)</u>
Fund 001-C, General Fund - Basic Account-Medicaid Federal				
<u>Sources</u>	<u>Title</u>			
19UL	Title XIX Admin (50%)	0	(6,000)	(6,000)
<i>Total for Fund 001-C</i>		<u>0</u>	<u>(6,000)</u>	<u>(6,000)</u>
Total Overall Funding		<u>0</u>	<u>(27,000)</u>	<u>(27,000)</u>

**2013 Supplemental Budget
M2-9T Transfers**

	Program	FTEs			FY 2012			FY 2013			2011-13 Biennium		
		FY12	FY13	Total	001-1	Other	Total	001-1	Other	Total	001-1	Other	Total
010	Children's Administration			0.0			0			0	0	0	0
	1. ISSD Compensation Adjustments			0.0			0	(20,000)		(20,000)	(20,000)	0	(20,000)
	2. Central Service Reforms Redistribution			0.0			0	(593,000)	(185,000)	(778,000)	(593,000)	(185,000)	(778,000)
	3. Auditor & Cell Phone Funding			0.0			0	(12,000)	(12,000)	(24,000)	(12,000)	(12,000)	(24,000)
	4. Human Resource Consolidation		(13.0)	(6.5)			0	(462,000)	(410,000)	(872,000)	(462,000)	(410,000)	(872,000)
	5. Evidence Based Funding Transfer		1.0	0.5			0	57,000	53,000	110,000	57,000	53,000	110,000
				0.0			0			0	0	0	0
	010 Total	0.0	(12.0)	(6.0)	0	0	0	(1,030,000)	(554,000)	(1,584,000)	(1,030,000)	(554,000)	(1,584,000)
020	Juvenile Rehabilitation												
	1. ISSD Compensation Adjustments			0.0			0	(3,000)		(3,000)	(3,000)	0	(3,000)
	2. Central Service Reforms Redistribution			0.0			0	(20,000)		(20,000)	(20,000)	0	(20,000)
	3. Auditor & Cell Phone Funding			0.0			0	(7,000)		(7,000)	(7,000)	0	(7,000)
	4. Human Resource Consolidation			0.0			0	(3,000)		(3,000)	(3,000)	0	(3,000)
				0.0			0			0	0	0	0
	020 Total	0.0	0.0	0.0	0	0	0	(33,000)	0	(33,000)	(33,000)	0	(33,000)
030	Mental Health												
	1. ISSD Compensation Adjustments			0.0			0	(4,000)		(4,000)	(4,000)	0	(4,000)
	2. Central Service Reforms Redistribution			0.0			0	(72,000)	(21,000)	(93,000)	(72,000)	(21,000)	(93,000)
	3. Auditor & Cell Phone Funding			0.0			0	(13,000)	(13,000)	(26,000)	(13,000)	(13,000)	(26,000)
	4. Human Resource Consolidation		(5.0)	(2.5)			0	(242,000)	(128,000)	(370,000)	(242,000)	(128,000)	(370,000)
	5. Evidence Based Funding Transfer		1.0	0.5			0	56,000	52,000	108,000	56,000	52,000	108,000
				0.0			0			0	0	0	0
	030 Total	0.0	(4.0)	(2.0)	0	0	0	(275,000)	(110,000)	(385,000)	(275,000)	(110,000)	(385,000)
040	Division of Developmental Disabilities												
	1. ISSD Compensation Adjustments			0.0			0	(7,000)		(7,000)	(7,000)	0	(7,000)
	2. Central Service Reforms Redistribution			0.0			0	(133,000)	(40,000)	(173,000)	(133,000)	(40,000)	(173,000)
	3. Auditor & Cell Phone Funding			0.0			0	(15,000)	(15,000)	(30,000)	(15,000)	(15,000)	(30,000)
	4. Human Resource Consolidation		(6.0)	(3.0)			0	(234,000)	(143,000)	(377,000)	(234,000)	(143,000)	(377,000)
	8. Fair Hearing Coordinator		3.0	1.5			0			0	0	0	0
				0.0			0			0	0	0	0
	040 Total	0.0	(3.0)	(1.5)	0	0	0	(389,000)	(198,000)	(587,000)	(389,000)	(198,000)	(587,000)
050	Long Term Care												
	1. ISSD Compensation Adjustments			0.0			0	(13,000)		(13,000)	(13,000)	0	(13,000)
	2. Central Service Reforms Redistribution			0.0			0	(201,000)	(60,000)	(261,000)	(201,000)	(60,000)	(261,000)
	3. Auditor & Cell Phone Funding			0.0			0	(6,000)	(8,000)	(14,000)	(6,000)	(8,000)	(14,000)
	4. Human Resource Consolidation		(6.0)	(3.0)			0	(214,000)	(207,000)	(421,000)	(214,000)	(207,000)	(421,000)
	8. Fair Hearing Coordinator		(3.0)	(1.5)			0			0	0	0	0
				0.0			0			0	0	0	0
	050 Total	0.0	(9.0)	(4.5)	0	0	0	(434,000)	(275,000)	(709,000)	(434,000)	(275,000)	(709,000)
060	Economic Services Administration												
	1. ISSD Compensation Adjustments			0.0			0	(80,000)		(80,000)	(80,000)	0	(80,000)
	2. Central Service Reforms Redistribution			0.0			0	(1,579,000)	(500,000)	(2,079,000)	(1,579,000)	(500,000)	(2,079,000)
	3. Auditor & Cell Phone Funding			0.0			0	(17,000)	(25,000)	(42,000)	(17,000)	(25,000)	(42,000)
	4. Human Resource Consolidation		(38.5)	(19.3)			0	(1,303,000)	(1,179,000)	(2,482,000)	(1,303,000)	(1,179,000)	(2,482,000)
				0.0			0			0	0	0	0
	060 Total	0.0	(38.5)	(19.3)	0	0	0	(2,979,000)	(1,704,000)	(4,683,000)	(2,979,000)	(1,704,000)	(4,683,000)
070	Alcohol and Substance Abuse												
	1. ISSD Compensation Adjustments			0.0			0			0	0	0	0
	2. Central Service Reforms Redistribution			0.0			0	(20,000)	(6,000)	(26,000)	(20,000)	(6,000)	(26,000)
	3. Auditor & Cell Phone Funding			0.0			0	(1,000)		(1,000)	(1,000)	0	(1,000)
				0.0			0			0	0	0	0
	070 Total	0.0	0.0	0.0	0	0	0	(21,000)	(6,000)	(27,000)	(21,000)	(6,000)	(27,000)
100	Division of Voc. Rehabilitation												
	1. ISSD Compensation Adjustments			0.0			0	(2,000)		(2,000)	(2,000)	0	(2,000)
	2. Central Service Reforms Redistribution			0.0			0	(45,000)	(14,000)	(59,000)	(45,000)	(14,000)	(59,000)
	3. Auditor & Cell Phone Funding			0.0			0	(1,000)	(2,000)	(3,000)	(1,000)	(2,000)	(3,000)
	4. Human Resource Consolidation		(2.0)	(1.0)			0		(122,000)	(122,000)	0	(122,000)	(122,000)
				0.0			0			0	0	0	0
	100 Total	0.0	(2.0)	(1.0)	0	0	0	(48,000)	(138,000)	(186,000)	(48,000)	(138,000)	(186,000)
110	Administration & Supporting Services												
	1. ISSD Compensation Adjustments			0.0			0	130,000		130,000	130,000	0	130,000
	2. Central Service Reforms Redistribution			0.0			0	(96,000)	(34,000)	(130,000)	(96,000)	(34,000)	(130,000)
	3. Auditor & Cell Phone Funding			0.0			0	76,000	75,000	151,000	76,000	75,000	151,000
	4. Human Resource Consolidation		71.5	35.8			0	2,458,000	2,189,000	4,647,000	2,458,000	2,189,000	4,647,000
	5. Evidence Based Funding Transfer		(2.0)	(1.0)			0	(113,000)	(105,000)	(218,000)	(113,000)	(105,000)	(218,000)
	7. Cost Allocation Funding Adjustment			0.0			0	(500,000)	500,000	0	(500,000)	500,000	0
				0.0			0			0	0	0	0
	110 Total	0.0	69.5	34.8	0	0	0	1,955,000	2,625,000	4,580,000	1,955,000	2,625,000	4,580,000
135	Special Commitment Center												
	1. ISSD Compensation Adjustments			0.0			0	(1,000)		(1,000)	(1,000)	0	(1,000)
	2. Central Service Reforms Redistribution			0.0			0	(22,000)		(22,000)	(22,000)	0	(22,000)
	3. Auditor & Cell Phone Funding			0.0			0	(4,000)		(4,000)	(4,000)	0	(4,000)
	7. SCC and CFS FTE Transfer		(3.7)	(1.9)			0			0	0	0	0
				0.0			0			0	0	0	0
	135 Total	0.0	(3.7)	(1.9)	0	0	0	(27,000)	0	(27,000)	(27,000)	0	(27,000)
145	Payments to Other Agencies												
	2. Central Service Reforms Redistribution			0.0			0	2,781,000	860,000	3,641,000	2,781,000	860,000	3,641,000
	7. Cost Allocation Funding Adjustment			0.0			0	500,000	(500,000)	0	500,000	(500,000)	0
	145 Total	0.0	0.0	0.0	0	0	0	3,281,000	360,000	3,641,000	3,281,000	360,000	3,641,000

**2013 Supplemental Budget
M2-9T Transfers**

	Program	FTEs			FY 2012			FY 2013			2011-13 Biennium		
		FY12	FY13	Total	001-1	Other	Total	001-1	Other	Total	001-1	Other	Total
150	Information System Services Division												
	4. Human Resource Consolidation		(1.0)	(0.5)			0			0	0	0	0
				0.0			0			0	0	0	0
	145 Total	0.0	(1.0)	(0.5)	0	0	0	0	0	0	0	0	0
160	Consolidated Field Services												
	7. SCC and CFS FTE Transfer		3.7	1.9			0			0	0	0	0
				0.0			0			0	0	0	0
	150 Total	0.0	3.7	1.9	0	0	0	0	0	0	0	0	0
Agency-Wide Total:		0	0	0.0	0	0	0	0	0	0	0	0	0

NOTES:

1. Information System Services Division (ISSD) compensation adjustments from Administration & Supporting Services (Admin).
2. Central Service Reforms savings distribution from Payment to Other Agencies (PTOA). Reduces objects E and G costs and includes ISSD's share, which reduces programs' TZ costs.
3. Internal Auditor & Cell Phone Funding - transfers funding for from programs to Admin. Admin's share of the funding is accounted in the transfer.
4. Human Resource Consolidation - transferring from programs to Admin.
5. Evidenced Based Funding Transfer from Admin to Children's Administration (CA) and Mental Health (MH). Funding intended for CA and MH not Admin.
6. Special Commitment Center (SCC) and Consolidated Field Services (CFS) FTE Transfer. SCC received funding for McNeil Island Maintenance Operations and resident legal services transferred to the Office of Public Defense. Dollars reside in SCC but FTE authority reside in CFS.
7. Cost Allocation Funding Adjustment between Admin and PTOA. Adjusts state and federal funding between programs to align with anticipated federal earnings.
8. Fair Hearing Coordinator - transfer FTEs from Program 050 to Program 040.

Department of Social and Health Services

DP Code/Title: M2-XJ Increase Authority - Local
Program Level - 070 Div of Alc/Substnce Abuse

Budget Period: 2011-13 Version: G3 070 - 2011-13 Final 2013 Sup

Recommendation Summary Text:

The Department of Social and Health Services (DSHS), Division of Behavioral Health and Recovery (DBHR), Alcohol and Substance Abuse (ASA), requests \$5,524,000 Total Funds in the 2013 Supplemental Budget due to increased treatment need for persons residing on tribal lands that are non-natives and persons needing Opiate Substitution Treatment through the Pierce County Public Health Department.

Fiscal Detail:

Operating Expenditures

	<u>FY 1</u>	<u>FY 2</u>	<u>Total</u>
Overall Funding			
001-7 General Fund - Basic Account-Private/Local	0	2,762,000	2,762,000
001-C General Fund - Basic Account-Medicaid Federal	0	2,762,000	2,762,000
Total Cost	0	5,524,000	5,524,000

Staffing

Package Description:

DSHS, DBHR, ASA, requests \$5,524,000 Total Funds in the 2013 Supplemental Budget due to increased treatment need for persons residing on tribal lands that are non-natives and persons needing Opiate Substitution Treatment through the Pierce County Public Health Department.

DBHR, ASA, currently has a program that allows Washington State Tribes to send in local funds that are matched with Federal Medicaid to treat Medicaid recipients that are non-tribal members living on tribal lands who need substance abuse treatment. DBHR also has an agreement with Pierce County Human Services that allows the Pierce County Health Department to send in local funds that are matched with federal Medicaid funds to treat additional Medicaid Clients who are in need of Opiate Substitution Treatment.

If local funds are not provided, then the division will need to limit the amount of funds that can be matched which will result in clients not being served.

Agency Contact: Edd Giger (360) 902-8067
Program Contact: Melissa Clarey (360) 725-1675

Narrative Justification and Impact Statement

What specific performance outcomes does the agency expect?

Adults and Tribal Members will receive chemical dependency services.

Performance Measure Detail

Agency Level

Activity: **G015 Community Based Drug and Alcohol Treatment Services**

No measures linked to package

Incremental Changes	
<u>FY 1</u>	<u>FY 2</u>
0.00	0.00

Is this decision package essential to implement a strategy identified in the agency's strategic plan?

Department of Social and Health Services

DP Code/Title: M2-XJ Increase Authority - Local
Program Level - 070 Div of Alc/Substnce Abuse

Budget Period: 2011-13 Version: G3 070 - 2011-13 Final 2013 Sup

This request supports the following goals identified in the DSHS 2011-2013 Strategic Plan:

- Goal 1 Improve the health status of vulnerable populations
- Goal 3 Improve individual and public safety

Does this decision package provide essential support to one of the Governor's priorities?

This package supports the Governor's priority of strengthening Washington families by protecting and providing for those who can't care for themselves.

Does this decision package make key contributions to statewide results? Would it rate as a high priority in the Priorities of Government process?

This decision package rates as a high priority in the Priorities of Government (POG) process for the 2011-13 Budget development under the strategy:

- Improve the health of Washingtonians
- Provide drug and alcohol abuse prevention and treatment services
 - Identify and mitigate health risk factors

What are the other important connections or impacts related to this proposal?

None

What alternatives were explored by the agency, and why was this alternative chosen?

The only alternative would be to limit the amount of funds Tribes and Pierce County sends in to earn Medicaid match.

What are the consequences of not funding this package?

Not funding this request will result in DBHR-ASA not being able to collect local funds from Tribes and Pierce County, which will result in less clients being served.

What is the relationship, if any, to the state's capital budget?

None

What changes would be required to existing statutes, rules, or contracts, in order to implement the change?

None

Expenditure and revenue calculations and assumptions

See attachment: ASA M2-XJ Increase Authority-Local.xlsx

Which costs and functions are one-time? Which are ongoing? What are the budget impacts in future biennia?

These costs are ongoing and will carry forward into future biennia.

Department of Social and Health Services

DP Code/Title: M2-XJ Increase Authority - Local

Program Level - 070 Div of Alc/Substnce Abuse

Budget Period: 2011-13 Version: G3 070 - 2011-13 Final 2013 Sup

<u>Object Detail</u>	<u>FY 1</u>	<u>FY 2</u>	<u>Total</u>
Overall Funding			
N Grants, Benefits & Client Services	0	5,524,000	5,524,000

DSHS Source Code Detail

Overall Funding	<u>FY 1</u>	<u>FY 2</u>	<u>Total</u>
Fund 001-7, General Fund - Basic Account-Private/Local			
<u>Sources Title</u>			
5417 Contributions & Grants	0	2,762,000	2,762,000
<i>Total for Fund 001-7</i>	<u>0</u>	<u>2,762,000</u>	<u>2,762,000</u>
Fund 001-C, General Fund - Basic Account-Medicaid Federal			
<u>Sources Title</u>			
19TA Title XIX Assistance (FMAP)	0	2,762,000	2,762,000
<i>Total for Fund 001-C</i>	<u>0</u>	<u>2,762,000</u>	<u>2,762,000</u>
Total Overall Funding	<u>0</u>	<u>5,524,000</u>	<u>5,524,000</u>

2013 Supplemental Budget

M2-XJ Increase Authority - Local

SFY13 Allotment **6,744,000**
 Local Authority Request for SFY13

	Current	Need	Request
Pierce County OST	311,000	561,000	250,000
Non-Native CD	5,700,000	7,500,000	1,800,000
Certification	727,000	727,000	-
Special Project	6,000	6,000	-
FY12 Over expenditure			712,000
Total Local	6,744,000	8,794,000	2,762,000
Federal Match			2,762,000
Total Impact			5,524,000

SFY12 Allotment **6,742,000**
 FY12 Expenditures **7,454,000**
 Balance **(712,000)**

Department of Social and Health Services

DP Code/Title: M2-XQ Federal Funds - Increased Authority
Program Level - 070 Div of Alc/Substnce Abuse

Budget Period: 2011-13 Version: G3 070 - 2011-13 Final 2013 Sup

Recommendation Summary Text:

The Department of Social and Health Services (DSHS), Aging and Disability Services Administration (ADSA), Division of Behavioral Health and Recovery (DBHR), requests 1 FTE and \$1,000,000 GF-Federal Authority in the 2013 Supplemental Budget for a federal grant award.

Fiscal Detail:

Operating Expenditures

	<u>FY 1</u>	<u>FY 2</u>	<u>Total</u>
Overall Funding			
001-C General Fund - Basic Account-Medicaid Federal	0	1,000,000	1,000,000
Total Cost	0	1,000,000	1,000,000

Staffing

	<u>FY 1</u>	<u>FY 2</u>	<u>Annual Avg</u>
Agency FTEs	0.0	1.0	0.5

Package Description:

Adolescent Treatment Enhancement and Dissemination Grant - DBHR received a grant award of \$1,000,000 to provide funding to states/territories/tribes to improve treatment for adolescents through the development of a learning laboratory and collaborating with local community-based treatment provider sites. Additionally, youth (ages 12-18) and their families/primary caregivers will be provided services from the grant funds that will inform the process to improve systems issues.

Agency Contact: Edd Giger (360) 902-8067

Program Contact: Melissa Clarey (360) 725-1675

Narrative Justification and Impact Statement

What specific performance outcomes does the agency expect?

The expected outcomes of the Adolescent Treatment Enhancement and Dissemination program include: increased rates of abstinence; enrollment in education, vocational training, and/or employment; and decreased juvenile justice involvement for adolescents provided services through this cooperative agreement.

Performance Measure Detail

Agency Level

Is this decision package essential to implement a strategy identified in the agency's strategic plan?

This request supports the following goals identified in the DSHS 2011-13 Strategic Plan:

--Goal 1 Improving the health status of vulnerable populations

Does this decision package provide essential support to one of the Governor's priorities?

This package supports the Governor's priority of access to high-quality, affordable health care for all Washingtonians.

Does this decision package make key contributions to statewide results? Would it rate as a high priority in the Priorities of Government process?

Department of Social and Health Services

DP Code/Title: M2-XQ Federal Funds - Increased Authority
Program Level - 070 Div of Alc/Substnce Abuse

Budget Period: 2011-13 Version: G3 070 - 2011-13 Final 2013 Sup

This decision package rates as a high priority in the Priorities of Government (POG) process for the 2011-13 Budget development under the strategy:

Improve the health of Washingtonians
--Provide drug and alcohol abuse prevention and treatment services

What are the other important connections or impacts related to this proposal?

These federal grants fund services provided through various counties and tribes external to DSHS. These counties and tribes are positively impacted by the availability of this federal funding.

What alternatives were explored by the agency, and why was this alternative chosen?

The department will have insufficient federal authority to spend available federal revenue. Additional federal authority could alternatively be requested through the Unanticipated Receipt process.

What are the consequences of not funding this package?

If the request is not approved, the department will be unable to provide the services made available through the use of this federal grant.

What is the relationship, if any, to the state's capital budget?

None

What changes would be required to existing statutes, rules, or contracts, in order to implement the change?

None

Expenditure and revenue calculations and assumptions

See attachment: 070 M2-XQ Federal Funds - Increased Authority

Which costs and functions are one-time? Which are ongoing? What are the budget impacts in future biennia?

The Adolescent Treatment Enhancement and Dissemination grant award total of \$1,000,000 each year, for 3 years.

<u>Object Detail</u>	<u>FY 1</u>	<u>FY 2</u>	<u>Total</u>
Overall Funding			
A Salaries And Wages	0	90,000	90,000
B Employee Benefits	0	33,000	33,000
E Goods And Services	0	2,000	2,000
G Travel	0	10,000	10,000
N Grants, Benefits & Client Services	0	865,000	865,000
Total Objects	0	1,000,000	1,000,000

Department of Social and Health Services

DP Code/Title: M2-XQ Federal Funds - Increased Authority

Program Level - 070 Div of Alc/Substnce Abuse

Budget Period: 2011-13 Version: G3 070 - 2011-13 Final 2013 Sup

DSHS Source Code Detail

Overall Funding		<u>FY 1</u>	<u>FY 2</u>	<u>Total</u>
Fund 001-C, General Fund - Basic Account-Medicaid Federal				
<u>Sources</u>	<u>Title</u>			
19UL	Title XIX Admin (50%)	0	1,000,000	1,000,000
<i>Total for Fund 001-C</i>		<u>0</u>	<u>1,000,000</u>	<u>1,000,000</u>
Total Overall Funding		<u>0</u>	<u>1,000,000</u>	<u>1,000,000</u>



SAT-ED
Department of Health and Human Services
Substance Abuse and Mental Health Services Administration
Center for Substance Abuse Treatment

Notice of Award

Issue Date: 09/17/2012

Grant Number: 1U79TI024265-01

Program Director:
Tina Burrell

Project Title: Washington Recovery Youth Services

Grantee Address	Business Address
WASHINGTON STATE DEPART SOC/HLTH SRVS Adolescent Treatment Systems Manager Post Office Box 45330 Olympia, WA 985045330	Division of Behavioral Health and Recovery Director P.O. Box 45330 Olympia, WA 985045330

Budget Period: 09/30/2012 – 09/29/2013
Project Period: 09/30/2012 – 09/29/2015

Dear Grantee:

The Substance Abuse and Mental Health Services Administration hereby awards a grant in the amount of \$1,000,000 (see "Award Calculation" in Section I and "Terms and Conditions" in Section III) to WASHINGTON STATE DEPART SOC/HLTH SRVS in support of the above referenced project. This award is pursuant to the authority of Authorized under Section 509 of the PHS Act, as amended and is subject to the requirements of this statute and regulation and of other referenced, incorporated or attached terms and conditions.

Award recipients may access the SAMHSA website at www.samhsa.gov (click on "Grants" then SAMHSA Grants Management), which provides information relating to the Division of Payment Management System, HHS Division of Cost Allocation and Postaward Administration Requirements. Please use your grant number for reference.

Acceptance of this award including the "Terms and Conditions" is acknowledged by the grantee when funds are drawn down or otherwise obtained from the grant payment system.

If you have any questions about this award, please contact your Grants Management Specialist and your Government Project Officer listed in your terms and conditions.

Sincerely yours,

Eileen Bermudez
Grants Management Officer
Division of Grants Management

See additional information below

RECEIVED

SEP 27 2012

DIVISION OF BEHAVIORAL
HEALTH AND RECOVERY

Department of Social and Health Services

DP Code/Title: M2-XU Transfer - DSHS/HCA FTEs

Program Level - 070 Div of Alc/Substnce Abuse

Budget Period: 2011-13 Version: G3 070 - 2011-13 Final 2013 Sup

Recommendation Summary Text:

The Department of Social and Health Services (DSHS) requests a transfer of (7.0) FTEs and (\$754,000) Total Funds, (\$399,000) GF-State, from DSHS to the Health Care Authority (HCA). This would move the remaining FTEs and dollars between DSHS and HCA to complete the Memorandum of Understanding (MOU) between the Medicaid Purchasing Administration (MPA), now HCA and DSHS.

Fiscal Detail:

Operating Expenditures

	<u>FY 1</u>	<u>FY 2</u>	<u>Total</u>
Overall Funding			
001-1 General Fund - Basic Account-State	0	(178,000)	(178,000)
001-C General Fund - Basic Account-Medicaid Federal	0	(178,000)	(178,000)
Total Cost	0	(356,000)	(356,000)

Staffing

	<u>FY 1</u>	<u>FY 2</u>	<u>Annual Avg</u>
Agency FTEs	0.0	(4.0)	(2.0)

Package Description:

This request would transfer two Review Judges to HCA from DSHS Administration, five Information Technology Specialists (ITS), one Hearings Attorney and one Secretary Senior from the Division of Behavior Health and Recovery (DBHR). In addition, HCA will transfer one ITS FTE to DBHR.

The DSHS Board of Appeals reviews decisions from the Office of Administrative Hearings and issues the final agency decision or Final Order. A review of the types of cases that are handled by the Board of Appeals determined that two Review Judge positions were handling HCA type cases and the positions should be transferred from DSHS to HCA.

To finalize the MOU between HCA and DBHR, two FTEs (a Hearings Attorney and a Secretary Senior) will be transferred to HCA to support the Evidence Based Practices initiative within HCA. When MPA and DBHR were one agency, there were shared services task split between FTEs. A majority of these FTEs have already been transferred between DBHR and HCA. There remains five FTEs in DBHR and one FTE in HCA still to be transferred between agencies

Agency Contact: Edd Giger (360) 902-8067

Program Contact: Bill Jordan (360) 902-8323 and Melissa Clarey (360) 725-1675

Narrative Justification and Impact Statement

What specific performance outcomes does the agency expect?

Costs are reflected in the appropriate agency, HCA or DSHS, and each agency maintains an effective administrative operation.

Performance Measure Detail

Agency Level

Is this decision package essential to implement a strategy identified in the agency's strategic plan?

This request supports the following goal identified in the DSHS 2011-2013 Strategic Plan:

Department of Social and Health Services

DP Code/Title: M2-XU Transfer - DSHS/HCA FTEs

Program Level - 070 Div of Alc/Substnce Abuse

Budget Period: 2011-13 Version: G3 070 - 2011-13 Final 2013 Sup

--Goal 5 Increase public trust through strong management practices that ensure quality and leverage all resources

Goal 5 Strategic Objective - Implement process improvement activities within the department that promote efficiency, identify and eliminate waste, and improve customer satisfaction.

Does this decision package provide essential support to one of the Governor's priorities?

This package supports the Governor's priority of holding government accountable by focusing on performance and investing our resources to get the greatest possible return.

Does this decision package make key contributions to statewide results? Would it rate as a high priority in the Priorities of Government process?

This decision package rates as a high priority in the Priorities of Government (POG) process for the 2011-13 Budget development under the strategy:

State government must achieve results through efficient and effective performance.

--Deliver the efficient use of financial resources to provide public services

--Provide efficient and effective logistical support to deliver services

--Ensure efficiency, performance, and accountability to the public

What are the other important connections or impacts related to this proposal?

None

What alternatives were explored by the agency, and why was this alternative chosen?

None

What are the consequences of not funding this package?

The funding will continue to be transferred between HCA and DSHS.

What is the relationship, if any, to the state's capital budget?

None

What changes would be required to existing statutes, rules, or contracts, in order to implement the change?

None

Expenditure and revenue calculations and assumptions

See attachment: AW M2-XU Transfer - DSHS_HCA FTEs.xlsx

Which costs and functions are one-time? Which are ongoing? What are the budget impacts in future biennia?

These costs are ongoing and will carry forward into future biennia.

Department of Social and Health Services

DP Code/Title: M2-XU Transfer - DSHS/HCA FTEs

Program Level - 070 Div of Alc/Substnce Abuse

Budget Period: 2011-13 Version: G3 070 - 2011-13 Final 2013 Sup

<u>Object Detail</u>	<u>FY 1</u>	<u>FY 2</u>	<u>Total</u>
Overall Funding			
A Salaries And Wages	0	(232,000)	(232,000)
B Employee Benefits	0	(124,000)	(124,000)
Total Objects	0	(356,000)	(356,000)

DSHS Source Code Detail

<u>Overall Funding</u>	<u>FY 1</u>	<u>FY 2</u>	<u>Total</u>
Fund 001-1, General Fund - Basic Account-State			
<u>Sources Title</u>			
0011 General Fund State	0	(178,000)	(178,000)
<i>Total for Fund 001-1</i>	0	(178,000)	(178,000)
Fund 001-C, General Fund - Basic Account-Medicaid Federal			
<u>Sources Title</u>			
19UL Title XIX Admin (50%)	0	(178,000)	(178,000)
<i>Total for Fund 001-C</i>	0	(178,000)	(178,000)
Total Overall Funding	0	(356,000)	(356,000)

**2013 Supplemental Budget
M2-XU Transfer - DSHS/HCA FTEs**

Fiscal Year 2013	FTE	State	Federal	Other	Total
DSHS to HCA - Review Judge (110)	(1.0)	(64,000)	(43,000)	-	(107,000)
DSHS to HCA - Review Judge (110)	(1.0)	(64,000)	(42,000)	-	(106,000)
Transfer from ASA to HCA	(4.0)	(178,000)	(178,000)	-	(356,000)
Transfer from MH to HCA	(3.0)	(135,000)	(134,000)	-	(269,000)
Transfer from HCA to MH	1.0	42,000	42,000	-	84,000
Total DSHS to HCA	(8.0)	(441,000)	(397,000)	-	(838,000)
Total HCA to DSHS	1.0	42,000	42,000	-	84,000
Total Impact	(7.0)	(399,000)	(355,000)	-	(754,000)

Department of Social and Health Services

DP Code/Title: PL-XD Federal Sequester
Program Level - 070 Div of Alc/Substnce Abuse

Budget Period: 2011-13 Version: G3 070 - 2011-13 Final 2013 Sup

Recommendation Summary Text:

The Department of Social and Health Services (DSHS) requests an increase to GF-State funds and a corresponding decrease in GF-Federal appropriation in anticipation of across-the-board reductions (sequestration) to certain federal awards scheduled to take effect on January 2, 2013.

Fiscal Detail:

Operating Expenditures

FY 1

FY 2

Total

Overall Funding

Program Cost

Total Cost

Staffing

Package Description:

DSHS requests an increase in GF-State funds and a corresponding decrease in GF-Federal appropriation in anticipation of across-the-board reductions (sequestration) to certain federal awards scheduled to take effect on January 2, 2013. The Budget Control Act of 2011 (BCA P.L. 112-25) created a Joint Select Committee on Deficit Reduction (JSC) to develop recommendations for reducing the federal budget deficit by at least \$1.2 trillion over 10 years. The work of the JSC did not result in the required deficit reduction, thereby triggering an automatic process to reduce federal spending, known as sequestration. Sequestration results in across-the-board cuts to nonexempt federal discretionary and mandatory spending. Federal awards for the following DSHS programs are expected to be reduced under this sequestration process: Children's Administration, Juvenile Rehabilitation, Mental Health, Long Term Care, Economic Services, Alcohol and Substance Abuse, Vocational Rehabilitation, and Administration.

Agency Contact: Dan Winkley (360) 902-8179

Narrative Justification and Impact Statement

What specific performance outcomes does the agency expect?

To maintain the current level of services in programs impacted by sequestration.

Performance Measure Detail

Agency Level

Activity: G008 Chemical Dependency Prevention Services

No measures linked to package

Incremental Changes

FY 1

FY 2

0.00

0.00

Activity: G015 Community Based Drug and Alcohol Treatment Services

No measures linked to package

Incremental Changes

FY 1

FY 2

0.00

0.00

Activity: G085 Residential Drug and Alcohol Treatment Services

No measures linked to package

Incremental Changes

FY 1

FY 2

0.00

0.00

Department of Social and Health Services

DP Code/Title: PL-XD Federal Sequester
Program Level - 070 Div of Alc/Substnce Abuse

Budget Period: 2011-13 Version: G3 070 - 2011-13 Final 2013 Sup

Activity: G098 Support Services for Clients Receiving Drug and Alcohol Treatment

No measures linked to package

Incremental Changes	
<u>FY 1</u>	<u>FY 2</u>
0.00	0.00

Is this decision package essential to implement a strategy identified in the agency's strategic plan?

This request supports the following goals identified in the DSHS 2011-2013 Strategic Plan:

- Goal 1 Improving the health status of vulnerable populations
- Goal 2 Improving economic stability, employment and self-sufficiency
- Goal 3 Improve individual and public safety

Does this decision package provide essential support to one of the Governor's priorities?

This package supports the Governor's priority of strengthening Washington families by protecting and providing for those who can't care for themselves.

Does this decision package make key contributions to statewide results? Would it rate as a high priority in the Priorities of Government process?

This decision package rates as a high priority in the Priorities of Government (POG) process for the 2011-13 Budget development under the strategies:

Provide for the safety of Washington's vulnerable children and adults

- Provide emergency cash, food, and shelter assistance
- Where necessary, provide institutional-based and outpatient services
- Provide secure treatment settings
- Provide outpatient services

Improve the health of Washingtonians

- Provide institutional-based and outpatient mental health services
- Provide drug and alcohol abuse prevention and treatment services
- Provide access to quality health care

What are the other important connections or impacts related to this proposal?

If this request is not funded, then any resulting decrease in DSHS services may result in increased demand for services from other entities such as city and county governments and community-based organizations.

What alternatives were explored by the agency, and why was this alternative chosen?

None

What are the consequences of not funding this package?

If this request is not funded, then DSHS client services and/or benefits will be reduced or eliminated.

What is the relationship, if any, to the state's capital budget?

None

What changes would be required to existing statutes, rules, or contracts, in order to implement the change?

Department of Social and Health Services

DP Code/Title: PL-XD Federal Sequester
Program Level - 070 Div of Alc/Substnce Abuse

Budget Period: 2011-13 Version: G3 070 - 2011-13 Final 2013 Sup

None

Expenditure and revenue calculations and assumptions

Until the sequestration process is complete, the exact impact to DSHS funding levels is unknown.

Which costs and functions are one-time? Which are ongoing? What are the budget impacts in future biennia?

This sequestration is to generate \$1.2 trillion in savings over the period of Fiscal Year 2013 through 2021. Absent federal legislation eliminating this sequestration, these reductions in federal funding will be ongoing through Fiscal Year 2021.

<u>Object Detail</u>	<u>FY 1</u>	<u>FY 2</u>	<u>Total</u>
Overall Funding			
Program Totals			

DSHS Source Code Detail

Overall Funding	<u>FY 1</u>	<u>FY 2</u>	<u>Total</u>
Fund ,			
Sources Title			

Total for Fund

Total Overall Funding

Totals for all funds